US MAGNESIUM LLC

238 North 2200 West - Salt Lake City, UT 84116-2921 801/532-2043 - 800/262-9624 - FACSIMILE 801/534-1407

RECEIVED

July 9, 2002

JUL 0 9 2002

D. Wayne Hedberg Utah Division of Oil Gas and Mining 1594 West North Temple Suite 1210 PO Box 145801 Salt Lake City, Utah 84114-5801 DIVISION OF OIL, GAS AND MINING

RE: Annual Permit Fee-Rowley Magnesium-Stansbury Project ID # M450008

Dear Wayne,

Attached is a check for \$500.00 as payment in full for the annual fee of the Rowley Magnesium-Stansbury Mining project, ID # M450008. This project was transferred to US Magnesium upon the Bankruptcy Court sale of Magcorp assets which concluded June 24, 2002.

We look forward to a beneficial relationship.

Sincerely

Lee R. Brown Vice President

U S Magnesium LLC.

Cc: Tom Tripp Todd Ogaard

ACCOUNT BILLED		PROJECT NAME		PROJECT ID
MAGNESIUM CORP OF AMERIC	A USMagnosium	ROWLEY MAGNESIUM	- STANSBURY	M450008
DUE DATE ANNUAL FEE	AMOUNT DUE	FEE NOT ENCLOSED	Change of Address	
07/26/2002 \$ 500	\$ 500	Permittee requests an inspection to close	Contact	
TAX ID OR SOCIAL SECURITY # out this permit.			Address	
DIVISION OF OIL GAS AND MINING 1594 WEST NORTH TEMPLE SUITE 1210 PO BOX 145801			JUL 0 9 2002 State DIVISION OF	
SALT LAKE CITY	Y UT 84114-58	801	Phone QIL, GAS AND	
		100402	Please ma	ake check payable to:

Division of Oil, Gas and Mining